GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:287
ANSWERED ON:19.11.2007
EXEMPTION FROM CESS
Yerrannaidu Shri Kinjarapu

Will the Minister of TEXTILES be pleased to state:

(a) whether the Government has decided to exempt all textiles and textile machinery manufactured in India from Textiles Committee Cess;

(b) if so, the details thereof;

(c) whether the exemption from Textiles Committee Cess likely to reduce tax burden on textile sector and improve competitiveness in the global market; and

(d) if so, the details thereof?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF TEXTILES (SHRI E.V.K.S. ELANGOVAN)

(a)&(b): Yes Sir. The exemption has been given by the Government with effect from 1st June 2007.

(c)&(d): Yes Sir. Exemption from Cess would provide the textile industry the required relief from financial angle which will have positive impact on growth and would also help in generating more investment, employment and exports.